

COOK, YANCEY, KING & GALLOWAY

A PROFESSIONAL LAW CORPORATION
333 TEXAS STREET, SUITE 1700
POST OFFICE BOX 22260
SHREVEPORT, LOUISIANA 71120-2260
www.cykg.com

J. William Fleming

Writer's Direct
(318) 227-7724
fleming@cykg.com

October 2, 2001

TELEPHONE (318) 221-6277
TELECOPIER (318) 227-7850

When calling relative to this
matter, refer to file No.1029.

Honorable Philip N. Asprodites
Commissioner of Conservation
Office of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-9275

RE: Hosston Formation, Reservoir A
Cotton Valley Formation, Reservoir A
Elm Grove Field
Caddo and Bossier Parishes, Louisiana

APPLICATION FOR PUBLIC HEARING

Dear Sir:

KCS Medallion Resources, Inc. hereby makes application pursuant to the revised rules of procedure for a public hearing to consider evidence relating to the following matters pertaining to the Hosston Formation, Reservoir A, the Cotton Valley Formation, Reservoir A, ~~and the Lower Cotton Valley Formation, Reservoir A,~~ in the Elm Grove Field, Caddo and Bossier Parishes, Louisiana:

1. To authorize KCS Medallion Resources, Inc. to drill, complete and utilize the Roos No. 1 Well as an additional alternate unit well for HOSS RA SU16 at the location shown on the attached plat;
2. To authorize KCS Medallion Resources, Inc. to drill, complete and utilize the Roos No. 1 Well as an additional alternate unit well for CV RA SU16 at the location shown on the attached plat;
3. To authorize the unit allowable for these Hosston Formation, Reservoir A, and the Cotton Valley Formation, Reservoir A, units to be recovered from the any of the wells located on the units at the discretion of the operator; and
4. To consider and cover such other matters as the Commissioner of Conservation may deem appropriate and necessary under the circumstances.

COOK, YANCEY, KING & GALLOWAY

Commissioner of Conservation

October 2, 2001

Page 2

The Hosston Formation, Reservoir A, in the Elm Grove Field, Caddo and Bossier Parishes, Louisiana, initially identified as the Hosston Zone, was defined in Office of Conservation Order No. 361-A-1, effective on and after October 1, 1972, and was further defined, and identified as the Hosston Formation, Reservoir A, in Office of Conservation Order No. 361-A-5, effective May 25, 1977.

The Cotton Valley Formation, Reservoir A, in the Elm Grove Field, Caddo and Bossier Parishes, Louisiana, was fully defined in Office of Conservation Order No. 361-B, effective on and after October 1, 1973, and was further defined by subsequent orders of the 361-B Series.

The subject matter of this application does not require the issuance of a Pre-Application Notice.

Any pertinent data relating to this matter can be obtained at the cost of the requesting party, from Mr. Kelly Byram, 400 Travis Street, Suite 1309, Shreveport, Louisiana 71101, at telephone number (318) 222-7269.

The attached list includes the names of all Interested Owners, Represented Parties and Interested Parties known to Applicant after a diligent search and a copy of this application, with plats attached, is being sent to each such party. Pursuant to Office of Conservation regulations, such list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation; however, the list of parties will be provided to any person requesting a copy of it. Also enclosed are the application fees.

Yours very truly,

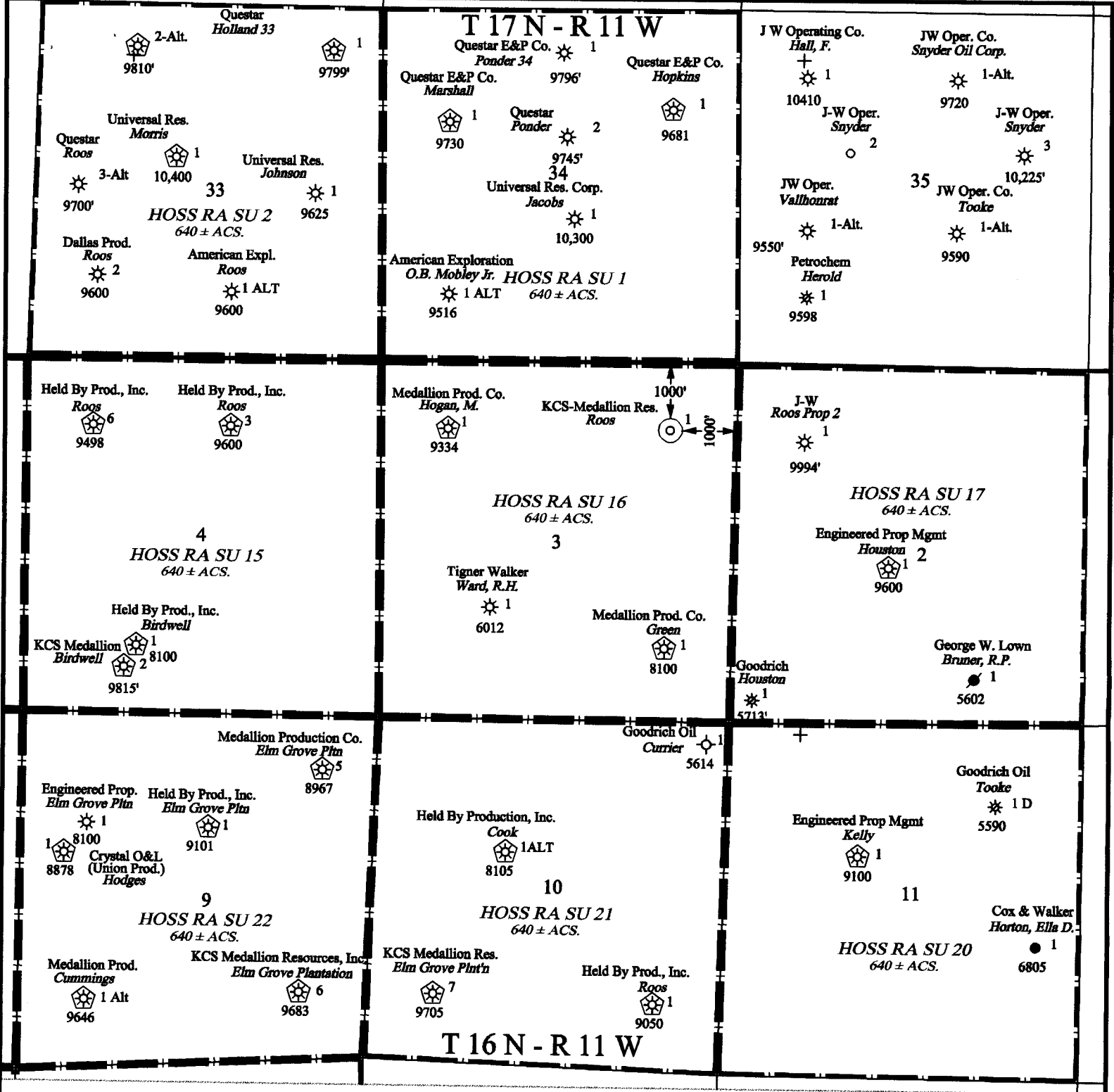
COOK, YANCEY, KING & GALLOWAY


J. William Fleming

jwf:s

Enclosures

cc: James C. Broussard, District Manager
Interested Owners, Represented
Parties and Interested Parties



KCS-MEDALLION RESOURCES, INC.
TULSA, OKLAHOMA

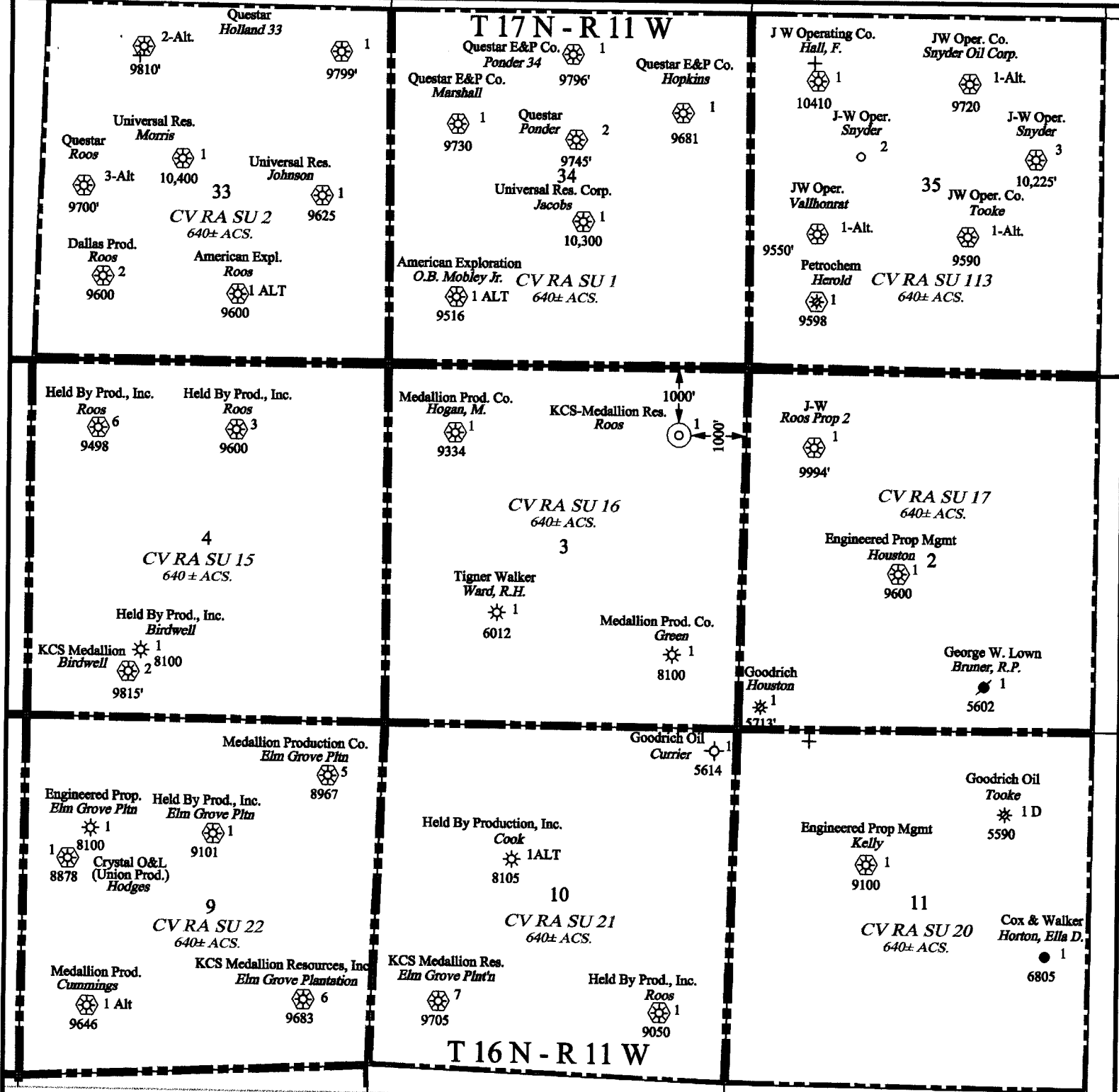
ELM GROVE FIELD
BOSSIER PARISH, LOUISIANA

PROPOSED ALTERNATE UNIT WELL FOR
HOSSTON RESERVOIR A SAND UNIT 16

 :PROPOSED ALTERNATE HOSSTON RESERVOIR A SAND UNIT WELL
  :EXISTING HOSSTON RESERVOIR A SAND UNIT WELLS

 :EXISTING HOSSTON RESERVOIR A SAND UNITS





KCS-MEDALLION RESOURCES, INC.
TULSA, OKLAHOMA

ELM GROVE FIELD
BOSSIER PARISH, LOUISIANA

**PROPOSED ALTERNATE UNIT WELL FOR
COTTON VALLEY RESERVOIR A SAND UNIT 16**

⊙ :PROPOSED ALTERNATE COTTON VALLEY
RESERVOIR A SAND UNIT WELL

⊙ :EXISTING COTTON VALLEY
RESERVOIR A SAND UNIT WELLS

----- :EXISTING COTTON VALLEY RESERVOIR A SAND UNITS

